BEFORE THE FEDERAL COMMUNICATIONS COMMISSION WASHINGTON, D.C. 20554

RECEIVED & INSPECTED

DEU 2 9 2003

FCC - MAILROOM

In the Matter of)	
)	
Federal-State Joint Board on)	
Universal Service)	CC Docket No. 02-6
)	
Petition of the Puerto Rico Department)	
of Education to Release Funds)	
Associated with the Schools and Librari	es)	
Universal Service Support Mechanism)	
for Years 2001 and 2002)	

PETITION FOR RECONSIDERATION AND REQUEST FOR A HEARING TO PRESENT EVIDENCE

NOW COMES Data Research Corporation ("DRC"), and requests reconsideration of the Order (the "Order") issued by the Federal Communications Commission (the "Commission") on November 14, 2003, which was released November 25, 2003. DRC also requests a hearing to present evidence. In support of this petition and request, DRC avers the following:

- 1. The interests of DRC were adversely affected by the Order in the following respects:
 - a. The Order directs USAC to review and process the funding requests of PRDOE for FY 2001 and 2002, other than those associated with DRC... (Order at p.7); and

- b. The Order states that it is appropriate for USAC to defer action indefinitely on all FRNs involving DRC because USAC is aware of an active law enforcement investigation allegedly related to DRC. (Order at p.10).
- 2. In the Matter of Request for Immediate Relief filed by the State of Tennessee,
 Order, CC Dockets No. 96-45, 97-21, FCC 03-161 (rel. July 2, 2003)
 (Tennessee Order) at para. 20, the Commission specifically stated that the
 subcontractor who was allegedly investigated "should have the opportunity to
 make its case at some future date that the remaining funds should be released
 to it for services rendered." In the captioned case, however, the Commission
 has not reserved to DRC the opportunity to present evidence for the release of
 funds in partial payment of the services DRC provided to PRDOE. Therefore,
 DRC requests an opportunity to participate in these proceedings and to present
 evidence in support of its position.
- 3. DRC did not previously participate in these proceedings because it had no knowledge that PRDOE had begun formal proceedings before the Commission.

 In fact, while attorneys for PRDOE had represented that representatives of PRDOE had "meetings" with USAC, they never disclosed that formal proceedings were ongoing. DRC learned of the Commission's Order only after

it was released on November 25, 2003.

4. In Paragraph 16 of the Order, the Commission recognizes "that indefinitely deferring action on applications could inadvertently harm individuals that ultimately will be cleared of any wrongdoing, particularly in those instances when an investigation takes years." However, in paragraph 24 of the Order, the Commission concluded, based on the record that was presented by PRDOE, without any input from DRC, and which "contains no further information on the status of conclusions of that investigation," that it is appropriate "for USAC to defer action indefinitely on all FRNs involving DRC..." Because of this finding, DRC is entitled to an opportunity to present evidence concerning the so-called investigation by Puerto Rico's Department of Justice, which was initiated only at the request of the Governor of Puerto Rico for political motives.

5. DRC submits herewith transcripts of the following depositions taken in connection with a related civil proceeding between DRC and PRDOE:

Exhibit 1: Adonay Ramierz-Jimenez;

Exhibit 2: César Rey Hernández;

Exhibit 3: Continuation of César Rey Hernández;

Exhibit 4: Anibal Cruz Perez; and

Exhibit 5: Continuation of Anibal Cruz Perez.

The testimony of those witnesses establish that DRC performed all of its obligations under its contracts with PRDOE and that PRDOE has no evidence of any wrongdoing by DRC.

- 6. Although two years have gone by since DRC's contracts were cancelled, no findings of any wrongdoing have been made by anyone who has investigated DRC.
- 7. All of the evidence submitted by PRDOE in support of its petition before the Commission demonstrate that Internet service was not available in the schools of Puerto Rico only because PRDOE did not purchase computers, the schools did not have the appropriate electrical infrastructure, PRDOE did not provide appropriate teacher training, and PRDOE did not properly maintain the equipment. PRDOE cancelled DRC's contract only for political reasons and not because of DRC's performance.

WHEREFORE, DRC prays that the Commission reconsider its Order and allow DRC an opportunity to present evidence in support of its position.

I do hereby certify that I have on this day of 2003 served a copy of the foregoing pleading on counsel for all parties to this proceeding by hand delivery, U.S. Mail or facsimile transmission Camilo K. Salas III

Respectfully submitted:

Camilo K. Salas III (Bar No. 11657)

SALAS & Co., L.C.

Thirty Fifth Floor 909 Poydras Street New Orleans, Louisiana 70112 Telephone (504) 310-8585

Fax: (504) 310-8586

CAMILO K. SALAS III

IN THE UNITED STATES DISTRICT COURT
FOR THE DISTRICT OF PUERTO RICO

5

6

7

8

9

10

11

12

2

3

4

DATA RESEARCH CORP. -

Civil Num. 02-1253

(JAG)c/w

(D.R.C.)

02-1625 (JAG)

Plaintiffs

vs.

et als.

Defendants

SILA CALDERON,

15

16

17

14

Deposition of:

18

19

ADONAY RAMIREZ-JIMENEZ

20

21

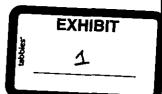
22

23

Taken on the 18th Day of September 2003, at the offices of John Nevares & Associates, located at 1225 Ponce De Leon Ave., 15th Floor, Santurce, Puerto Rico. By Mr. Camilo Salas.

24

25



·)	APPEARANCES:	
2	For the Plaintiffs	
3	JOHN NEVARES, ESQ.	
4	1225 Ponce De Leon Ave.	
5	15 th Floor	
6	Santurce, Puerto Rico	
7	CAMILO SALAS III, ESQ.	
8	201 St. Charles Ave.	
9	35 th Floor	
10	New Orleans, LA 70170	
11		
12	For the Defendants	
13	A. J. BENNAZAR, ESQ.	
14	Bufete Bennazar, C.S.P.	
15	Edificio Union Plaza	
16	Penthouse "A"	
17	Ponce De Leon Ave., Suite 416	
18	Hato Rey, Puerto Rico 00918	
19	MARIA TERESA-FERRAN, ESQ.	
20	Landron & Vera, LLP	
21	804 Ponce De Leon	
22	Suite 503	
23	Miramar, Puerto Rico	
24	ANDRES RAMIREZ-MERCANO, ESQ.	
25	Reichard & Escalera	
26	P.O. Box 364148	
27	San Juan, Puerto Rico 00936	
28		Notary Public: JOHN NEVARES, ESQ.
29		Court Interpreter: LAUREN GARCIA
30		

MR. JOHN NEVARES: Good morning, my name is John Nevares. I represent the Plaintiffs in this case. MR. CAMILO SALAS: Go ahead and swear the witness, please. (AT WHICH TIME THE COURT INTERPRETER, COURT REPORTER AND DEPONENT ARE DULY SWORN IN, BY MR. JOHN NEVARES) Whereupon, ADONAY RAMIREZ JIMENEZ After having been duly sworn in, testified as follows: DIRECT EXAMINATION BY MR. CAMILO SALAS: Mr. Ramirez, I am Camilo Salas, one of the attorneys for the Plaintiffs in this case. We are here to ask you some questions about any involvement that you may have had in connection with providing Internet access services to the various schools in Puerto Rico. I am going to ask you some questions during this deposition. If you don't understand some of any of the questions that I ask you, please let me know, so that I will rephrase or explain the question to you. If at any time during this deposition you wish to stop for any reason, just let me know. If you wish to confer with your attorney at any time during the

ı

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

25

deposition, let me know.

MR. JOHN NEVARES: Let's go off the record.

2

3

4 5

7

8

10

11

12

14

15

16

17 18

19

20

21 22

24

25

After the recess,

BY MR. CAMILO SALAS:

Finally, Mr. Ramirez, let me tell you that you that you have the right to read and sign the transcript of your deposition, to make sure that it has been properly transcribed. You can tell me now, or at the conclusion of the deposition, if you want to exercise that right.

MR. A. J. BENNAZAR: Yes, absolutely, we want to exercise that right.

BY MR. CAMILO SALAS:

Then before we begin, do you have any questions Q at this time?

Α No.

Mr. Ramirez, would you please state your name and your address for the record?

Α Adonay Ramirez-Jimenez. Do you want my physical address or my postal address?

Q Let's have the physical address, please.

Α 44th Street, F-9, Colinas de Monte Carlo, Rio Piedras, Puerto Rico, 00924.

- Mr. Ramirez, by whom are you employed, sir? 0
- I have my own company. Α
- Q And what is the name of that company?
- ARJ Professional & Consulting Services. Α

- How long have you had that company? 1 Q Α Since 1993. 2 And what is the business of that company? 3 Q To provide services of integration. This is regarding information systems. 5 Aside from being the owner of that company, do 0 6 you do any work in that company? I am the president of the company. Α 8 Do you actually get involved in projects 0 9 yourself? 10 Α In some cases I do that. Were you involved with any projects with the Q 12 Department of Education of Puerto Rico? 13 Yes. Α 14 Do you do that by yourself, or do you have other 0 15 people in your company assisting you in that? 16 I have people in my company who help me. Α 17 Did any of them assist you with the project at 18 the Department of Education? 19 In fact, the person is still helping me. Α 20 So, you still are helping the Department of 21 Education? Α Yes, sir. 23 Who is the other person who is assisting you? Q 24
 - Compugrafía, Inc. Tels. (787) 708-1821 708-1643

Mr. Miguel Colon-Figueroa.

Α

25

1 Q What his job with your company? Α He is one of my senior project managers. 2 Let me ask you a little background. You have had 3 this company since 1993 you say? 4 Α Yes. 5 0 When did you start dealing with Information 6 Systems? 7 Α After I obtained my Master's Degree in 1976, I R started working as a Professor at the Interamerican University, in Rio Piedras. And, I was teaching courses on 10 Information Systems. And what was your Master's in? 1.2 This is Administration. I got it from the 13 University of Puerto Rico, Rio Piedras Campus. 14 0 And your Bachelor's Degree was in what? 15 Α It was in Business Administration, from the 16 University of Puerto Rico, Rio Piedras Campus. 17 How long did you teach courses at the 18 Interamerican University? 19 Α Starting in 1976, I worked without interruption 20 until 1983, at the University of Puerto Rico. I was a full 21 time Assistant Professor. Then I continued teaching courses at the Sagrado Corazon College. This was until the year 23 2001... until the year 2000.

> Compugrafía, Inc. Tels. (787) 708-1821 708-1643

Did you work anywhere else during this period of

Q

25

time?

1.3

A Yes.

Q Where?

A In 1983, the President of the University of
Puerto Rico- no, it was the Interamerican University- asked
me to go and work there, initially as a Consultant,
regarding the information systems. After that semester,
where I taught and I was Consultant to the President, he
asked me to take over and be in charge of the Information
System of the Interamerican University.

Q How long did you do that?

A Until the end of 1983. It was June 19, 1989. I was the M.I.S. of the Interamerican University, at a central level.

O What is an M.I.S.?

A Manager of Information Systems. I was the Manager of the Information System of the whole university.

Q OK. What did you do after 1989?

A I accepted after 1989 a contract that the then Secretary of Education, of the Department of Education of Puerto Rico, Jose Lema Molla, offered me. The contract was to be his assistant in the Information System Department.

Q How long did you do that?

A I started in '89. Mr. Lema Molla resigned in 1990. The new Secretary of Education, Professor Celeste

Benitez, offered me to stay and to keep the same position I had.

- Q Until when did you do that?
- A She left her job in December of 1992. My contract did not expire until June of '93- if I recall correctly.

 So, I completed my contract, even though she had left, because I was right in the middle of a project. I decided to stay until the end of my contract so I could finish my project.
 - Q After that is when you started your company?
 - A That is correct.

1

2

3

5

6

8

9

10

11

12

13

14

15

16

17

18

19

20

22

23

24

25

- Q After 1993, when is the first time that you did any additional work for the Department of Education?
 - A As of July 1st of 2001.
 - Q How did you come to do that work?
- A The Assistant in Technology of the Department of Education requested me to assist. At that time it was Professor Jose Santana.
 - Q What was it you were asked to do?
- A They asked me to submit a proposal to be in charge of the project that they were working on, which was the Re-educate Project.
 - Q What is that project?
- A That project has the purpose of providing schools with an infrastructure of communication, that would allow

them to obtain access to the Internet. This was done through lines known as T-1, that would be connected to all the 1,540 schools.

Q What was the scope of the work that you were asked to submit a proposal about?

A The purpose was to provide access to the Internet through a web to all the schools in the public system of Puerto Rico. I said it 1,540 schools, because at the time that was the number provided— and all the work was taking that number in consideration.

Q But what was it specifically that you were being asked to do?

A My proposal was that a project manager should be obtained. To employ a project manager who would be in charge of everything- starting from the administration of the project, to act as a project manager for the Department, to coordinate all the tasks of a project manager. For example, work with the suppliers with internal personnel.

- Q And, did you submit that proposal in writing?
- A Yes, sir.
- Q Do you still have a copy of that?
- A I must have it.
- Q Would you mind providing us a copy of that proposal?

Was your proposal accepted? Q 2 Α Of course. 3 Is the work that you are currently doing still 4 part of that proposal that was accepted? 5 You question has to be qualified. You see, the 6 7 proposal was for a period of one year, which started on July 1st, 2001, and concluded on June 30th, 2002. Then 8 another proposal was requested from me. I submitted another 9 one, which was accepted. And in that one there was a change 10 in the scope of the work of the project. I cannot say that 11 one was the continuation of the other, because there were a 12 few changes. Do you have a problem providing us with a copy of 14 that second proposal? 15 I will gladly do it. 16 Are there any other proposals that were made 0 17 after that current contract? Is that current contract or 18 actual contract? 19 The current contract. Α 20 Let me talk first about the second proposal. What Q 21 was the period of time involved in the second proposal? 22 Α It covered the fiscal years starting on July 1st, 23 2002 and ending on the 30^{th} of June of 2003. 24 Q Generally, what was the scope, or the purpose, of 25 Compugrafía, Inc. Tels. (787) 708-1821 708-1643

I have no objection. I would gladly do it.

М

that second proposal?

1

2

3

4

5

6

7

8

9

10

11

12

1.3

14

15

16

17

18

19

20

21

22

23

25

A The services of administration of the Re-educate Project are continued. Additionally, the tasks of a project of administration that the Department is carrying on, that had the purpose of providing computer laboratories in the system schools. That is a very complex project. We are also working it. My company is managing it.

- Q Then after June 30th of 2003, you had another current contract that you are working under?
 - A No, as of July 1^{st} of 2002.
 - Q Did you submit a third bid for that?
- A Yes, it is required by the Department to request proposals from all their bidders.
 - Q You have to do that every year, I guess?
 - A Yes, sir.
- Q Do you have a problem giving us a copy of that third proposal?
 - A No problem, I'll gladly do it.
- Q Thank you. So would it be fair to say that since July 1st, 2001, you have been in charge of the project that involved providing Internet access to these schools in Puerto Rico?
- A I have provided professional services to the Department for the administration of that project. I cannot say that I am in charge of it, because as you will

understand, advisors are consultants. We don't have 1 authority going down the line, we are part of a staff. And who do you report to? Α To the Director of what was known as OSIADT- it is the Office of Support of Information Systems and Technical Support. MR. A. J. BENNAZAR: To teaching. COURT INTERPRETER: To teaching. BY MR. CAMILO SALAS: Do you ever receive any kind of orders or instructions from anyone else in the Department? Α No. In July 1 of 2001, who was that person that you responded to? Mr. Jose I. Santana. Α Do you have a recollection of approximately how long he held that job, or how long you responded to him? Α It was only for a short while, because Professor Anibal Cruz was appointed very quick. 0 How long was Mr. Anibal Cruz there, if you know? To the best of my recollection he was there the whole fiscal year until June 30th, 2002. And, to my recollection November or December is when he retired or

2

3

4

5

6

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

24

25

left.

Which year? 2002? Q

A 2002.

1

2

3

4

5

7

8

9

10

11

12

13

14

1.5

17

18

19

21

22

23

24

25

- Q Who took over the job then?
- A The advisor in technology, Mr. Santana, takes control until someone else is recruited.
 - Q Is that what happened when Mr. Cruz quit?
- A Typically, well yes. I continued with the consultation, consulted to and received requests from Mr. Santana.
 - Q And, who took the other job after that?
 - A At this time Dr. Carlos Vidal is there.
- Q Let's then go back to July 1, 2001. What was the first thing that you were asked to do when you accepted the contract?
- A Basically, I was very emphatic- and you will see that in the proposal. I explained that the work I was going to do was strictly operational. I was very clear about the scope, and I stated that I wouldn't do anything that had to do with E-rate. I would not and did not want to have anything to do with that.
 - Q Why not?
- A Because, I had no knowledge about the program, and will not accept responsibilities about something that I don't know about.
- Q Well, did you in fact end up doing any work related to the E-RATE program?

A No, sir.

Q What was it that you did when you first got

there?

A I was going to work with the web, so I had to know what it was all about. I started requesting information.

MR. A. J. BENNAZAR: For the sake of clarity, when you say the web do you mean the Re-educate web?

DEPONENT: Yes, the Re-educate web, which at that time was called Edu-net.

BY MR. CAMILO SALAS:

Q You indicated that you had no knowledge about an E-rate program, correct?

A Correct.

Q Even today you have no knowledge about the E-rate program?

A Obviously, I know a little more than I knew on July $1^{\rm st}$, 2001. However, I have kept my position that I don't want to get involved with anything that has to do with E-rate.

Q Well, didn't the scope of the project for which you already submitted a proposal, provide the infrastructure for communications with Internet access to the schools?

A I don't understand your question.

Compugrafía, Inc. Tels. (787) 708-1821 708-1643

Q I think that you indicated earlier that you had submitted a proposal to work in the infrastructure to provide Internet access communications for each of the 1,540 schools in Puerto Rico. Is that correct?

Я

A Yes. My work, according to the proposal of 2001, was to manage the project regarding the web.

Q Isn't it true that that net was, at least in part, built with E-RATE funds?

A Yes, it is true. But, we have to separate things. If I am the project manager from the operational point of view, I have to see how the infrastructure is, how the equipment is going, if those services are being provided. And of course, the financial aspect—well, yes, they did tell me— that is why I told you that I started learning a little bit. It was so that the funds to raise that line on the net were being obtained by the School and Library Division. I didn't know about it. I started learning. I started reading the information available, but there was nothing. There was nothing, nothing at all. It was a disaster.

Due to that I decided to start going to the streets to visit the schools, call the suppliers, establish meetings, itineraries. Because, as part of the proposal that was submitted for that year I had been asked to perform a task from purely, only the operational aspect of the net. It

consisted on providing a report to the Department of the conditions information on the operational point of view of the net.

1.8

Q If I understand you correctly, you did not want to be involved with where the funds came from?

A I did not. I wanted to clearly separate my functions as the administrator of the project from the financing of the net. Obviously, of course, if you are involved in that work, while you work you talk about E-RATE, about SDL, about the contracts, about these proposals of the suppliers, of Phase 1, of Phase 2. About what is Phase 1, what is Phase 2. Of course, from a rational point of view, that is what any person who is going to manage the project would do- to learn about it.

Q So, when you got involved in the project you were learning certain terms and things about the E-RATE program?

A As a product of my work as Net Administrator, yes.

Q But, you never really became deeply involved with the financing of the equipment and everything needed for the net work?

A I don't understand.

Q Let me restate the question. During your work you never became deeply involved in the financing of the equipment that was used with the net?

Α No. Not deeply. 3 Q 2 3 4 Α 6 7 Α 8 9 Α 10 11 Q 12 13

So, you are told that the first thing that you were asked to do was to provide a report, if you would, on the status of this net, right?

Yes, sir.

And you did in fact render a report dated September 18th, 2001?

Yes, sir.

Did you bring a copy of that report?

Yes, sir.

If you don't mind, so that my copies will be complete- I am missing pages 1 thru 4.

MR. A. J. BENNAZAR: Can we go off the record for a second?

MR. JOHN NEVARES: Yes.

(OFF THE RECORD)

After the recess,

14

15

16

17

18

19

20

21

22

23

24

25

BY MR. CAMILO SALAS:

OK, Mr. Ramirez, let's go back on the record here. We have a copy of your report, dated September 18th, 2001. Let me ask you a few questions about that report? First of all, who did you submit a report to?

It was submitted to Prof. Anibal Cruz.

Just in general, what are the various sources of Q the information that you received to prepare this report?

A I tried to obtain information— and I'll tell you again— it was a job that was totally useless, because there was no information available. I got to an office, there was nothing there. I asked for the proposals from the suppliers, nothing appeared. I was informed that there was a person who worked with Internet, Mirabel Cedeño. I went to her. At least she started talking to be about the project. That happened during my first days. She started talking to me about everything— about E-RATE, about Phase 1 and Phase 2, what the difference was between both of them. That there were 680 schools under Phase 2, and 640 under Phase 1. I asked her, I said, "Well, if you have the electronic files of those schools I need them". I also asked her about proposal, contracts with the suppliers.

1.5

And, no, there was nothing. I was not provided with anything. There were no documents. It was a total lack of documents. That wasn't enough for me, so I continued searching. I finally got the contracts that were made with the suppliers. I wanted to know more- for example, about the equipment provided- in terms of what had been contracted, what had been delivered, what had not been delivered, which schools were connected, which were not. But, it was something critical, because there was a lack of information of such a nature that I opted for the following strategy.

I summoned the suppliers involved in the project to a meeting. All of them. I was there and I explained to them what was the work I was to perform there. I told them that we would immediately start holding periodic meetings. I started asking information from them. I asked them to state their positions regarding the project. I met the persons who were representing the companies, regarding the work that they performed in their own proposals in the projects with the Department of Education. During that same meeting I requested to prepare to form a work team from all the companies, and that I wanted a work team in order to recuperate- or let me put it this way- to obtain a group and to get the project going to provide Internet access. To have 100 of those schools with Internet access.

Why 100? Because, after that time that I had been there, my first weeks, I didn't even have knowledge if any of the schools had access or not. I was told that some of them did- that two or three did. I got very, very confused, because the people with whom I spoke, and that lady Ms. Cedeño, would tell me we had 300 schools on in Phase 1. I said, "Well, what is meant by "on"?". Another said, I have X numbers up, but it was something that it wasn't precise. You really couldn't understand it. During that meeting that group accepted to create a work team. For the record, there were personnel from PRTC; personnel from Data Voice- which

was a subcontractor from PRTC; personnel from DRC; personnel from Microsoft; personnel from Camera Mundi. All these persons to create a work team.

1.3

We chose 100 schools. We took upon ourselves the task of visiting the schools, and to try as well as we couldusing everything available— to provide access to the Internet. During the process of "implanting", like I call it, those 100 schools, I was able to observe and confirm that what I was starting to feel according to all the years of experience had managing these projects, that the situation was chaotic. That net was on the ground. Everyday I asked them to e-mail information from everyone. I would e-mail, and some of them would call me back on the phone. We worked intensely during the whole month of July. Then at the end of the month we scarcely had 63 schools.

We had problems, because some of them were up today, then tomorrow they would call me and say that the one that had access to the Internet yesterday did not have access to the Internet today. The dynamics of it was very, very hard. I kept gathering the information, I visited schools. I told the Director, I'm going to go see schools. This thing about being told about it— no, I want to go personally and see it myself. I visited schools in Cataño, Francisco Oller; another one— Anofre Carballeira; Sofero Figueroa, in University Gardens. And really, I would find

situations that in a project of this nature are inconceivable.

g

For example, something that called my attention immediately was the location of the cabinet where you install the communications system. For example, if this were a classroom, you have windows- but not windows of glass that are sealed like the ones you have here- but the regular ones, like the ones you have at your home and at schools. If I am going to set up a communications cabinet, something electronic, extremely sensitive to dust and water- it was located right next to the window. I said to myself, what is this? The servers on the ground. They were just thrown there on the floor. Worse still, going back to the electronic equipment, power is fundamental. This microphone doesn't work unless it is connected. But, if in order to connect this I have to go over there to that door... right there I have a problem.

So, they put the cabinets and the servers around. So, when I started looking around the room for the plug, it was over here.

MR. A. J. BENNAZAR: May the record reflect that with his hand he pointed to the opposite direction of the room.

DEPONENT: That is correct. It was unacceptable.

They would take a 100' electrical extension cord- you know

the kind that are orange in color. They would get it up, they would put it over, for example, over the blackboard. It was just laid on the edge of the blackboard in order to get it over to the other side of the wall where the electrical plug was. What is even worse, they would go through the frame of the doors. They tried to just hold it there. I remember a case, until finally it got to the plug. But what happens? They would reach the plug, and since the extension cords were 100' long, there was extra cord. They would try to make like a bundle. But, what happens is you get to the plug, you plug it in, and there is a little bit of cable left. So what do you do with the extra cable. You start getting it all together, and you make like a bundle- you have the bundle hanging there. But, what happens? The bundle is heavy, and it's going to get all loose and unplug. That was the Home Economics room. So what do they do? They take the ironing board, they put it against the wall and put the bundle on top of it. It was plugged in. By keeping the bundle on top of the ironing board, the plug would not unplug.

1

2

3

4

6

9

11

12

13

14

15

16

17

18

19

20

22

23

That box- if you ask any school director or teacher about the box- they call it the black box. So, I found black boxes in, for example, extremely small rooms. And in rooms of disabled children, with Special Education needs. In kindergarten rooms. Then I went, for example the

kindergarten room, and the teacher said, "Look. I have to remove that desk from there, because when the kid moves and gets out he can get hurt. So, take that box out of here".

1.3

1.8

Then the calls that I would receive. I found boxes in the school cafeteria. I received calls from teachers that said, "Look, they put it up, and there is water leaking in that room. That equipment is getting wet." Black boxes under air conditioning units. And of course, because of the density and the water, it would drip and get the equipment all wet. When I asked whether the T-1 was activated, no one knew anything.

Then we did some tests, because there were some schools under Phase 1. That's through the telephone, because they had a telephone they would get through to a technician. And I have to say this. That was called, "Voiceover IP". In order to know whether a line was up or not through a telephone I would be able to get through the central offices dialing four numbers. There was equipment off, UPS's off, servers off. With the UPS's we found a very delicate situation. UPS in Spanish- which I have to say in Englishis an Uninterruptable Power Supply. But, obviously you have to plug that, because what that does is, if the electricity goes off you have to keep the energy, and it through a battery. The way you do it is you plug it in, and the system has two, three of four. You put them there to protect them.

What happens if you have four servers or four computers- one here, another one here, and another one here, and you have four UPS's? Then you should have a source of power in order to connect each one to each one of those systems.

1.8

So, what would the technicians do? They would have only one, so they would put one on UPS, and then put the other on top of the other, and the third and fourth. And, from the four they had one that wasn't in the series, and the other was not connected. If there was a short-circuit, which would happen frequently, what would happen? If the first one burnt, all the others burnt also. That is a bad installation. It's not a matter of if it is a bad installation. It violates all the electrical codes. The Directors would call, "I have a fire, Some boxes I have caught fire." That was one of the reasons.

I don't want to go on giving you samples, because we won't get through.

Q Yes, but I would like to hear all the problems.

A Well, I kept up with the meetings so that I was able to get a plan of action. That allowed me to provide Internet access to schools under both Phases. I was focused, and what I followed was one weekly meeting. We selected a date and time, so that all suppliers would know that was the date and time of each meeting. With all formalities of a meeting. We prepared agendas and we started preparing

minutes of the meetings. The focus- although, it wasn't very pleasing to many of the suppliers- was to ask for accountability.

1

2

3

4

5

6

7

8

9

1.0

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

We started creating some channels of communication directly to the Project Manager of each of the suppliers. All the calls that I received from the School Directors- and there were hundreds of them- I tried to channel them. You see, you get a call from Lares, and it says, I have some boxes here that are on fire. I would try to find out immediately if it was a Phase 1 or a Phase 2 school. I would immediately call the Project Manager in charge of that school. For example, if it was a Phase 2 school, I would call Mr. Ricardo Reyes, who was the Project Manager for DRC. If it was a Phase 1, I would call Mr. Arnaldo Diaz. If it was a problem with programming, in terms of the configuration of the servers, on many occasions I requested the services of Microsoft. That way I tried to provide some organization, and to create a structure. I told the Director to try to obtain better services form the support team, the----

Q ----I think that "Help Desk" was something specific.

A The support team for the Help Desk. Basically, in order to explain it again, OSIADT has the service- it gives technical support. It can be on the phone or physical

assistance. If they have to they go to the schools to take of, for example, technical problems. I kept reading. The contracts finally arrived. I started in mid-August. I had enough information-data, visits, phone calls. I want to clarify what information. It was information that I obtained. For example, getting in touch with the companies and telling them that I need an inventory of all the equipment that you have provided or taken to the schools. I told them, I need you to give me the identification number of every line of communication. I kept on requesting information, which allowed me to be more effective in, for example, help calls. Just so you have an example of this. Have you seen these books that secretaries use? They sit down and take all the phone calls. I would classify them by type of school. For example, here it says Ricardo Reves. That was August 8th, 2001. I was called from the Blanca Malaret School. I would write down the school code, and the situation. Servers are inboxes. In other words, they got there, they left them, they dropped them off, and that's it.

1

2

3

5

7

8

10

11

13

14

15

16

17

20

22

23

24

Another example- Ricardo Reyes. August 9th, 2001. The Jaime E. Rodriguez School in Yabucoa. The school number, the school phone. In the matter I would write here- "one extension cord attached to another extension cord, in order to arrive to the room." I am not going to read all of them. In other example, Francisco Fagundo School: phone number-

"equipment was burnt." Ricardo goes to investigate, to see, for example, if it was in the UPS. So you see that it was difficult.

August 16th, 2001- Ricardo Reyes. Maria Libertado Gomez School: "The room where the computer equipment is flooded." Manuel Negron School. The woman I got in touch with- she called me or I called her- was Mrs. Sanchez-Ortero. "Move the servers from the Special Education room. That cannot be there." Juan Carlos Correa- is another employee of DRC. Free Special Education Vocational School: "They left the equipment in front of the entrance to the room and left." Should I go on?

Q Yes.

1.0

1.1

1.3

1.8

A Eugenio Maria de Hostos School: "Computers installed under air conditioners, and they got wet."

Telephone 761-0860. Ricardo Reyes- September 7, 2001. Paul S. Miller School: "The computers are going to be installed in the school dining room. This can't be done." That's what they are telling me. Antonio S. Pedreida School: 760-2085, is the phone. "Computers near the window. They get wet."

Fairview: 761-3280. And I have to laugh, because this one is funny. I didn't see it, but you can just imagine it. They take the computers out of the boxes, then they take the box and use it as a desk. It says here, "Computers installed on top of empty boxes". Andres Valcarce School: "Computers full

of ashes."

Я

1.1

1.5

e-mails. Certainly, the companies- and I am not going to say it- that they just don't respond and left things the way they were. I got e-mails. And as usual, for everything there is excuse. There is an answer for everything. My position is, in a project of this magnitude involving so many millions of dollars, there is a social responsibility on the part of the companies that has to go beyond the mere fact of doing business. I did not see that.

Q Let me ask you some specific questions now. In the case of the computers that were placed on top of the boxes, was that better than putting them on the floor?

A It was riskier, because of the weight. If they fall they would be destroyed. If you put them on the floor at least it will not fall. They each have their own risks. This one is riskier. If you ask me which one has more riskin order to place such costly equipment... you have two servers that you are going to put with four connectors on cardboard boxes—it is obvious that it is going to get loose and that it will fall and break.

Q At the very beginning of the deposition you listed one of the problems that you thought existed was that the servers were found on the floor in some schools.

A Yes, sir. Not some, many- many of the 6000 servers

are thrown on the floor.

1

2

3

4

5

6

7

В

9

10

11

12

13

14

15

1.7

18

1.9

2.0

21

22

23

24

25

- Q OK. On the floor is no good, and top of the boxes is no good?
 - A True.
- Q So, you would prefer to put them on some kind of table or something like that?
 - A The Department did everything.
 - O When?
- A We have to qualify this. Something that I say in this report is that there wasn't a minimum, a minimum, of planning for this project. This was a matter of just get going, just put that there and connect the servers.
- Q In other words, the Department of Education should have hired you two years earlier, is what you are saying? Or somebody like you to plan?
- A No, sir, I am not saying that. I am saying that the project lacked all kind of planning. Even from the suppliers. And, yes, the Department had it's responsibility, it's fault. I say so here in the report.
- Q With respect to the servers being on the floor, you would have preferred that they be on some type of table or some type of equipment that would keep them off the floor?
 - A That is my recommendation.
 - Q Let me ask you two questions. Do you know if

before you got to the Department of Education, if the Department of Education had provided any type of table or any other means of lifting the servers off the floor?

A I suppose so, because in many of the visits I went and saw servers placed on top of tables.

Q Couldn't that be that the people found tables in some schools, put the servers on tables in those schools, and in some schools there were no tables, so they put them on the floor?

A Yes, but I want to tell you something. Myself, in a project of this nature, being aware of the cost of what I am providing— we are talking about thousands and thousands of dollars per school. One system— the router costs \$5,000, the server \$5,000, and there are four. I would go and tell the suppliers, "How is it possible that you come here and all you do is just put the servers there, and leave the equipment, in order to "comply" with the project? How is it possible that you just go there and leave that thrown there?"

O Who? Go ahead.

A I'm not done. My position is... and I'm going now to the point of accountability of the companies. I am not going to leave there. Talk to the Director. They say, 'Well, the Director told me to do that.' No, then call the Director at the Central Office. They don't accept when you want it